Introduced by Senator Burton (Principal coauthor: Senator Polanco) (Coauthor: Senator Karnette)

(Coauthors: Assembly Members Baugh, Cardoza, and Granlund)

February 26, 1999

An act to amend Section 43104 of, and to add Sections 39027.3 and 43105.5 to, the Health and Safety Code, and to amend Section 27156 of the Vehicle Code, relating to air pollution.

LEGISLATIVE COUNSEL'S DIGEST

- SB 1146, as introduced, Burton. Motor vehicles: pollution control devices.
- (1) Existing law authorizes the State Air Resources Board to adopt and implement emission standards for new motor vehicles to control emissions from those vehicles.

This bill would require a motor vehicle manufacturer to provide, with respect to any motor vehicle and motor vehicle engine sold, specified information and tools to persons engaged in the business of service, repair, manufacture, or remanufacture of emissions-related motor vehicle parts, as defined. The bill would require the state board to assemble a panel of arbitrators to resolve individual disputes regarding the availability and cost of the information and tools.

The bill would provide that any information required to be provided by the bill that is confidential, proprietary, or trade secret information, shall be safeguarded, as specified, and would make it a crime to willfully obtain information in

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violation of this provision. By creating a new crime, the bill would impose a state-mandated local program.

(2) The California Constitution requires the reimburse local agencies and school districts for certain costs the state. Statutory provisions mandated by establish procedures for making that reimbursement.

This bill would provide that no reimbursement is required by this act for a specified reason.

Vote: majority. Appropriation: no. Fiscal committee: yes. State-mandated local program: yes.

The people of the State of California do enact as follows:

- SECTION 1. The Legislature hereby finds and declares all of the following:
- growing practice of preventing qualified (a) The automotive repair technicians and aftermarket manufacturers from repairing vehicles equipped onboard diagnostic computers is contrary to the public 7 interest.
- (b) This practice, if left unchecked, may adversely 9 effect California's highly mobile economy that depends 10 heavily on 26 million vehicles, the largest fleet of 11 registered vehicles in the United States.
- (c) The withholding of service information by vehicle qualified 13 manufacturers from automotive 14 technicians may result in improper mechanical and electrical operation of these vehicles and can endanger 16 the individual health, safety, and welfare of California's 32 million residents.
- 18 (d) The withholding of technologically advanced tool 19 and part manufacturing information repair technicians 20 could result in a drastic increase in the approximately thirteen billion dollars (\$13,000,000,000) currently spent on professional automotive repair services and the two hundred million 23 billion six dollars (\$2,600,000,000) currently spent by Californians on parts and accessories each year to maintain their vehicles. 25
- (e) This increased cost to California consumers may be 26 directed to businesses outside of the state or to California

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businesses whose parent company is located in another state or country. This would have an adverse effect on the automotive repair industry in California that employs approximately 300,000 workers.

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- (f) In order to properly serve California's consumers, 6 today's independent automotive technician must be able to work easily with all automotive computer systems, including, but not limited to, onboard diagnostic systems, and be able to perform necessary diagnostics, repairs, and reprogramming and provide competitively functions priced replacement parts.
- estimated 34,000 independent (g) An automotive 13 repair shops and 1,200 new car dealerships each year file 14 business applications and pay annual fees to the Bureau of Automotive Repair for an automotive repair dealer 16 registration. Independent automotive repair businesses constitute the vast majority, approximately 97 18 percent, of the facilities that Californians have come to 19 rely on for service, while the new car dealerships 20 represent only a small minority, approximately 3 percent.
- (h) Existing law authorizes the State Air Resources 22 Board to adopt and implement emission standards for 23 new motor vehicles to control mobile emissions. In the 24 past several years, the automobile manufacturers have 25 sought compliance with these standards in a manner that 26 favors the new car dealerships and inadvertently denies independent automotive repair facilities access necessary repair information, tools, and competitively priced replacement parts.
- (i) The effectiveness of California's vehicle inspection 31 and maintenance program in reducing 112 tons of harmful emissions per day from onroad vehicles relies proper entirely upon the inspection, maintenance, 34 diagnosis, and repair of our state's 26 million vehicles by independent automotive repair technicians.
- (j) It is in the interest of the California consumer that 37 all members of the automotive repair industry have necessary access to diagnostic and repair information,

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provide competent and competitive service to the state's 26 million vehicles and their owners.

- SEC. 2. Section 39027.3 is added to the Health and Safety Code, to read:
- 5 39027.3. "Emissions-related motor vehicle 6 means any automotive part that affects or that may affect emissions from a motor vehicle, including replacement parts, consolidated parts, rebuilt parts, remanufactured parts, add-on parts, modified parts, and specialty parts.
- SEC. 3. Section 43104 of the Health and Safety Code 10 11 is amended to read:
- 43104. For the certification of new motor vehicles or 13 new motor vehicle engines, the state board shall adopt, by 14 regulation, test procedures and any other procedures 15 necessary to determine whether such the following:
- (a) Whether the vehicles or engines are in compliance 17 with the emission standards established pursuant to 18 Section 43101. The state board shall base its test procedures on federal test procedures or on driving patterns typical in the urban areas of California.
- (b) Whether a manufacturer is in compliance with 21 22 Section 43105.5.
- 23 SEC. 4. Section 43105.5 is added to the Health and 24 Safety Code, to read:
- 43105.5. (a) For any motor vehicle or motor vehicle 25 26 engine sold, the manufacturer shall provide to a person engaged in the business of service, repair, manufacture, remanufacture of emissions-related motor vehicle 29 parts, the information and tools necessary to service and
- 30 repair the vehicle or engine, or to design, manufacture,
- 31 remanufacture, test. and install an emissions-related
- The information 32 motor vehicle part. shall include
- 33 enhanced diagnostic information, reprogramming
- 34 capability, and the operating parameters
- 35 specifications within which an emissions-related motor 36 vehicle part must function so as not to activate any code
- 37 or device designed to alert the vehicle owner or
- technician of a possible emissions problem.

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(b) The manufacturer may charge a fee, not to exceed its actual cost, to provide the information and tools specified in subdivision (a).

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- (c) The motor vehicle manufacturer shall provide the 5 information required by subdivision (a) in a readily accessible electronic format that is compatible with computer systems commonly used in the automotive aftermarket industry and that is accessible without the need of any decoding information or device.
- (d) Any person engaged in the business of service, manufacture, remanufacture or 12 emissions-related motor vehicle parts is entitled to 13 unrestricted access to, and use of, information in the 14 onboard computer and the onboard diagnostic system for the purposes of servicing and repairing a vehicle, and 16 designing, manufacturing, remanufacturing, testing, 17 installing an emissions-related motor vehicle part. No 18 motor vehicle pollution control device shall be potted or soldered or in any manner designed to preclude the access or use mandated by this subdivision.
- (e) Any information required to be disclosed under 22 this section that the motor vehicle manufacturer can 23 demonstrate is confidential, proprietary, or trade secret 24 information shall be safeguarded, in a manner specified by the state board, to prevent disclosure to any person other than a person described in subdivision (d) of Section 27156 of the Vehicle Code.
- (f) The state board shall assemble a panel 29 independent and impartial arbitrators to 30 individual disputes regarding the availability and cost of the information and tools required to be provided by a manufacturer pursuant to this section.
- 33 SEC. 5. Section 27156 of the Vehicle Code is amended 34 to read:
- 27156. (a) No person shall operate or leave standing 36 upon any highway any motor vehicle which that is a gross polluter, as defined in Section 39032.5 of the Health and Safety Code.
- 39 (b) No person shall operate or leave standing upon any highway any motor vehicle which that is required to be

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equipped with a motor vehicle pollution control device under Part 5 (commencing with Section 43000) of 3 Division 26 of the Health and Safety Code or any other 4 certified motor vehicle pollution control device required 5 by any other state law or any rule or regulation adopted 6 pursuant to that law, or required to be equipped with a motor vehicle pollution control device pursuant to the National Emission Standards Act (42 U.S.C. Secs. 1857f-1 to 1857f-7, inclusive) and the standards and regulations adopted pursuant to that federal act, unless the motor 10 vehicle is equipped with the required motor vehicle pollution control device which that is correctly installed 12 and in operating condition. No person shall disconnect, 14 modify, or alter any such required motor vehicle 15 pollution control device. 16

- (c) No person shall install, sell, offer for sale, or 17 advertise any device, apparatus, or mechanism intended 18 for use with, or as a part of, any required motor vehicle pollution control device or system which that alters or 20 modifies the original design or performance of any such motor vehicle pollution control device or system.
- (d) No person shall obtain information deemed to be 23 confidential, proprietary, or trade secret information as 24 provided in subdivision (e) of Section 43105.5 of the 25 Health and Safety Code unless the person is engaged in business of service, repair, manufacture, 27 remanufacture of emissions-related motor vehicle parts 28 or is in the business of providing information or service to 29 a business that conducts the service, repair, manufacture, 30 or remanufacture, and has obtained any applicable state 31 license necessary to lawfully conduct that business.
- (e) If the court finds that a person has willfully violated 33 this section, the court shall impose the maximum fine that may be imposed in the case, and no part of the fine may be suspended.

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(f) "Willfully," as used in this section, has the same meaning as the meaning of that word prescribed in Section 7 of the Penal Code.

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(g) No person shall operate a vehicle after notice by a 2 traffic officer that the vehicle is not equipped with the required certified motor vehicle pollution control device 4 correctly installed in operating condition, except as may 5 be necessary to return the vehicle to the residence or place of business of the owner or driver or to a garage, until the vehicle has been properly equipped with such a the device.

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(h) The notice to appear issued or complaint filed for a violation of this section shall require that the person to whom the notice to appear is issued or against whom the complaint is filed produce proof of correction pursuant to 14 Section 40150 or proof of exemption pursuant to Section 15 4000.1 or 4000.2.

(h)

- (i) This section shall does not apply to an alteration, or modifying device, apparatus, mechanism found by resolution of the State Air Resources 20 Board to do either of the following:
- (1) Not to reduce the effectiveness of any required 22 motor vehicle pollution control device.
- (2) To result in emissions from any such modified or 24 altered vehicle which are at levels which comply with existing state or federal standards for that model year of the vehicle being modified or converted.

(i)

- (j) This section applies to motor vehicles of the United States or its agencies, to the extent authorized by federal 30 law.
- 31 SEC. 6. No reimbursement is required by this act 32 pursuant to Section 6 of Article XIII B of the California 33 Constitution because the only costs that may be incurred 34 by a local agency or school district will be incurred 35 because this act creates a new crime or infraction, 36 eliminates a crime or infraction, or changes the penalty 37 for a crime or infraction, within the meaning of Section 38 17556 of the Government Code, or changes the definition

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- 1 of a crime within the meaning of Section 6 of Article 2 XIII B of the California Constitution.